

**ND TEACHERS FUND FOR RETIREMENT**  
**INVESTMENT PERFORMANCE REPORT AS OF MARCH 31, 2005**

	March-05					December-04				September-04				Current Fiscal YTD	Prior Year FY04	3 Years Ended 6/30/2004	5 Years Ended 6/30/2004
	Market Value	Allocation Actual	Policy	Quarter Net ROR	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net ROR	Net ROR	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																	
<i>Structured Growth</i>																	
LA Capital	64,583,689	4.3%	4.5%	-1.12%	-0.80%	65,982,239	4.5%	4.5%	10.52%	59,679,713	4.4%	4.5%	-4.17%	4.74%	N/A	N/A	N/A
<b>Total Structured Growth</b>	<b>64,583,689</b>	<b>4.3%</b>	<b>4.5%</b>	<b>-1.12%</b>	<b>-0.80%</b>	<b>65,982,239</b>	<b>4.5%</b>	<b>4.5%</b>	<b>10.52%</b>	<b>59,679,713</b>	<b>4.4%</b>	<b>4.5%</b>	<b>-4.17%</b>	<b>4.74%</b>	<b>19.20%</b>	<b>-5.87%</b>	<b>-7.07%</b>
Russell 1000 Growth				-4.10%	-1.82%				9.17%				-5.23%	-0.77%	17.88%	-3.74%	-6.48%
<i>Structured Value</i>																	
LSV	71,987,048	4.8%	4.5%	1.39%	-0.77%	71,767,837	4.9%	4.5%	9.12%	65,776,002	4.9%	4.5%	3.11%	14.07%	29.44%	9.20%	8.31%
Russell 1000 Value				0.09%	-1.37%				10.38%				1.54%	12.18%	21.13%	2.96%	0.64%
<i>Enhanced Russell 1000 Index</i>																	
LA Capital	88,232,170	5.9%	6.0%	-0.98%	-1.28%	87,251,935	5.9%	6.0%	9.18%	79,918,625	5.9%	6.0%	-2.24%	5.69%	18.59%	-0.17%	N/A
Russell 1000				-1.91%	-1.58%				9.80%				-1.81%	5.76%	19.48%	-0.32%	N/A
<i>Enhanced S&amp;P 500 Index</i>																	
Northern Trust	87,700,673	5.9%	6.0%	-1.90%	-1.66%	87,947,012	6.0%	6.0%	9.18%	80,550,760	5.9%	6.0%	-2.17%	4.79%	19.00%	-0.31%	N/A
Westridge	87,438,413	5.9%	6.0%	-2.09%	-1.74%	87,715,150	6.0%	6.0%	9.50%	80,248,225	5.9%	6.0%	-1.94%	5.14%	19.30%	-0.36%	N/A
<b>Total Enhanced S&amp;P 500 Index</b>	<b>175,139,086</b>	<b>11.8%</b>	<b>12.0%</b>	<b>-1.99%</b>	<b>-1.70%</b>	<b>175,662,163</b>	<b>11.9%</b>	<b>12.0%</b>	<b>9.34%</b>	<b>160,799,052</b>	<b>11.9%</b>	<b>12.0%</b>	<b>-2.13%</b>	<b>4.88%</b>	<b>19.81%</b>	<b>-0.24%</b>	<b>N/A</b>
S&P 500				-2.15%	-1.77%				9.23%				-1.87%	4.89%	19.11%	-0.69%	N/A
<i>S&amp;P 500 Index</i>																	
State Street	43,274,437	2.9%	3.0%	-2.12%	-1.76%	44,684,118	3.0%	3.0%	9.23%	40,906,354	3.0%	3.0%	-1.87%	4.92%	19.08%	-0.67%	-2.17%
S&P 500				-2.15%	-1.77%				9.23%				-1.87%	4.89%	19.11%	-0.69%	-2.20%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>443,216,430</b>	<b>29.9%</b>	<b>30.0%</b>	<b>-1.14%</b>	<b>-1.34%</b>	<b>445,348,292</b>	<b>30.2%</b>	<b>30.0%</b>	<b>9.44%</b>	<b>407,079,746</b>	<b>30.1%</b>	<b>30.0%</b>	<b>-1.59%</b>	<b>6.48%</b>	<b>20.38%</b>	<b>0.08%</b>	<b>-2.14%</b>
S&P 500				-2.15%	-1.77%				9.23%				-1.87%	4.89%	19.11%	-0.69%	-2.20%
<b>SMALL CAP DOMESTIC EQUITY</b>																	
<i>Manager-of-Managers</i>																	
SEI	142,955,716	9.6%	10.0%	-5.09%	-2.71%	161,003,016	10.9%	10.0%	14.79%	140,141,595	10.3%	10.0%	-3.59%	5.03%	33.33%	5.76%	N/A
Russell 2000 + 200bp				-4.86%	-2.70%				14.64%				-2.36%	6.49%	35.99%	8.43%	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>142,955,716</b>	<b>9.6%</b>	<b>10.0%</b>	<b>-5.09%</b>	<b>-2.71%</b>	<b>161,003,016</b>	<b>10.9%</b>	<b>10.0%</b>	<b>14.79%</b>	<b>140,141,595</b>	<b>10.3%</b>	<b>10.0%</b>	<b>-3.59%</b>	<b>5.03%</b>	<b>33.33%</b>	<b>5.76%</b>	<b>6.81%</b>
Russell 2000				-5.34%	-2.86%				14.09%				-2.86%	4.92%	33.36%	6.24%	6.63%
<b>INTERNATIONAL EQUITY</b>																	
<i>Large Cap - Core</i>																	
State Street	31,913,346	2.1%	2.0%	-0.17%	-2.50%	32,003,872	2.2%	2.0%	10.22%	55,531,355	4.1%	4.0%	-1.24%	8.67%	27.44%	0.42%	-1.44%
MSCI EAFE (1)				-0.17%	-2.51%				11.69%				-0.72%	10.70%	26.98%	-1.27%	-1.15%
<i>Large Cap - Active</i>																	
Capital Guardian	92,134,760	6.2%	6.0%	0.68%	-1.63%	91,536,877	6.2%	6.0%	10.34%	133,595,539	9.9%	10.0%	-1.48%	9.44%	25.40%	-1.15%	1.54%
LSV	90,247,973	6.1%	6.0%	3.57%	-1.44%	87,045,594	5.9%	6.0%		-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Transition Account	(156)	0.0%	0.0%	N/A	N/A	(11,567)	0.0%	0.0%		-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Bank of Ireland	31,001,595	2.1%	2.0%	-1.88%	-2.00%	31,599,819	2.1%	2.0%	16.02%	27,293,030	2.0%	2.0%	-1.07%	12.62%	23.61%	N/A	N/A
<b>Total Large Cap - Active</b>	<b>213,384,173</b>	<b>14.4%</b>	<b>14.0%</b>	<b>1.49%</b>	<b>-1.61%</b>	<b>210,170,723</b>	<b>14.3%</b>	<b>14.0%</b>	<b>11.63%</b>	<b>160,888,569</b>	<b>11.9%</b>	<b>12.0%</b>	<b>-1.41%</b>	<b>11.70%</b>	<b>25.11%</b>	<b>-0.79%</b>	<b>1.76%</b>
MSCI EAFE - 50% Hedged				1.71%	-1.37%				11.11%				-0.72%	12.20%	26.98%	-1.27%	-1.15%
<i>Small Cap - Active</i>																	
Lazard	32,073,301	2.2%	2.0%	3.98%	-1.54%	30,854,206	2.1%	2.0%	16.15%	29,180,441	2.2%	2.0%	0.76%	21.69%	44.40%	N/A	N/A
Wellington	31,386,273	2.1%	2.0%	3.96%	-2.45%	30,205,029	2.0%	2.0%	13.12%	26,767,860	2.0%	2.0%	-4.63%	12.16%	42.26%	N/A	N/A
<b>Total Small Cap - Active</b>	<b>63,459,575</b>	<b>4.3%</b>	<b>4.0%</b>	<b>3.97%</b>	<b>-1.99%</b>	<b>61,059,235</b>	<b>4.1%</b>	<b>4.0%</b>	<b>14.63%</b>	<b>55,948,301</b>	<b>4.1%</b>	<b>4.0%</b>	<b>-1.92%</b>	<b>16.90%</b>	<b>43.25%</b>	<b>N/A</b>	<b>N/A</b>
Citigroup Broad Market Index < \$2BN				4.58%	-1.80%				16.82%				-0.82%	21.16%	47.95%	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>308,757,093</b>	<b>20.8%</b>	<b>20.0%</b>	<b>1.82%</b>	<b>-1.78%</b>	<b>303,233,831</b>	<b>20.6%</b>	<b>20.0%</b>	<b>11.66%</b>	<b>272,368,226</b>	<b>20.1%</b>	<b>20.0%</b>	<b>-1.47%</b>	<b>12.01%</b>	<b>29.19%</b>	<b>2.00%</b>	<b>1.63%</b>
MSCI EAFE - 50% Hedged				1.71%	-1.37%				11.11%				-0.72%	12.20%	26.98%	-1.27%	-1.15%
<b>EMERGING MARKETS EQUITY</b>																	
<i>Capital Guardian</i>																	
MSCI Emerging Markets Free	83,911,310	5.7%	5.0%	2.06%	-5.59%	82,213,159	5.6%	5.0%	15.37%	71,213,912	5.3%	5.0%	7.64%	26.75%	27.91%	8.93%	2.83%
				1.94%	-6.59%				17.27%				8.25%	29.40%	33.50%	13.09%	3.25%
<b>DOMESTIC FIXED INCOME</b>																	
<i>Core Bond</i>																	
Western Asset	12,209,043	0.8%	0.6%	-0.85%	-0.65%	10,020,510	0.7%	0.7%	1.25%	9,893,768	0.7%	0.7%	3.67%	4.08%	2.02%	8.00%	8.39%
Lehman Aggregate				-0.48%	-0.51%				0.96%				3.20%	3.68%	0.32%	6.35%	6.95%
<i>Active Duration</i>																	
WestAM (Criterion)	32,610	0.0%	0.6%	-3.95%	-3.99%	9,882,343	0.7%	0.7%	1.06%	9,775,925	0.7%	0.7%	2.75%	-0.27%	-0.25%	5.14%	6.43%
Lehman Aggregate				-0.48%	-0.51%				0.96%				3.20%	3.68%	0.32%	6.35%	6.95%
<i>Index</i>																	
Bank of ND	18,109,365	1.2%	1.0%	-0.50%	-0.47%	16,693,090	1.1%	1.0%	0.70%	16,518,805	1.2%	1.0%	3.46%	3.66%	-1.03%	6.88%	7.04%
Bank of ND Match Loan CD Program	10,426,220	0.7%	0.7%	1.25%	0.43%	10,824,888	0.7%	0.7%	1.26%	10,769,356	0.8%	0.8%	1.21%	3.77%	5.08%	5.57%	5.70%
<b>Total Index</b>	<b>28,535,584</b>	<b>1.9%</b>	<b>1.8%</b>	<b>-0.01%</b>	<b>-0.22%</b>	<b>27,517,978</b>	<b>1.9%</b>	<b>1.8%</b>	<b>0.87%</b>	<b>27,288,161</b>	<b>2.0%</b>	<b>1.8%</b>	<b>3.05%</b>	<b>3.94%</b>	<b>0.23%</b>	<b>6.79%</b>	<b>6.83%</b>
Lehman Gov/Credit				-0.67%	-0.70%				0.80%				3.56%	3.69%	-0.72%	6.73%	7.10%
<i>Convertibles</i>																	
TCW	8,470,605	0.6%	0.6%	-4.18%	-1.87%	10,430,201	0.7%	0.7%	8.54%	9,608,671	0.7%	0.7%	-3.94%	-0.09%	16.74%	0.51%	3.89%
Merrill Lynch All Convertibles				-5.27%	-2.35%				5.37%				-1.05%	-1.24%	14.44%	4.95%	5.78%

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	March-05					December-04				September-04				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter	Month	Net ROR	Allocation		Quarter	Allocation		Quarter	Net ROR	Net ROR	Fiscal YTD	FY04	Ended 6/30/2004 Net	Ended 6/30/2004 Net
	Market Value	Actual	Policy	Net ROR		Market Value	Actual	Policy	Net ROR	Market Value	Actual						
BBB Average Quality																	
Wells Capital (formerly Strong)	12,270,693	0.8%	0.6%	-0.70%	-1.29%	10,069,282	0.7%	0.7%	3.94%	9,663,964	0.7%	0.7%	4.62%	7.97%	1.29%	6.26%	7.23%
Lehman BBB				-1.57%	-1.95%				1.69%				4.76%	4.86%	1.23%	8.23%	6.60%
Timberland																	
RMK	12,021,488	0.8%	0.8%	-0.21%	7.75%	12,342,576	0.8%	0.8%	8.02%	11,525,031	0.9%	0.9%	3.86%	11.94%	10.46%	N/A	N/A
TIR	31,766,782	2.1%	2.1%	48.49%	-0.07%	22,041,426	1.5%	1.5%	0.43%	22,009,199	1.6%	1.6%	N/A	N/A	N/A	N/A	N/A
Total Timberland	43,788,270	2.9%	2.9%	31.16%	2.07%	34,384,001	2.3%	2.3%	3.04%	33,534,231	2.5%	2.5%	3.86%	40.36%	10.46%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	105,306,805	7.1%	7.0%	9.94%	0.18%	102,304,315	6.9%	7.0%	2.69%	99,764,720	7.4%	7.0%	2.69%	15.94%	5.08%	6.35%	7.34%
Lehman Aggregate				-0.48%	-0.51%				0.96%				3.20%	3.68%	0.32%	6.35%	6.95%
HIGH YIELD BONDS																	
Loomis Sayles	50,362,009	3.4%	3.5%	-1.32%	-3.58%	51,040,334	3.5%	3.5%	7.13%	49,601,155	3.7%	3.5%	6.23%	12.31%	N/A	N/A	N/A
Lehman High Yield Cash Pay Index				-1.63%	-2.92%				4.51%				4.85%	7.78%	N/A	N/A	N/A
Sutter/Wells Capital	48,805,985	3.3%	3.5%	-1.35%	-2.21%	49,477,228	3.4%	3.5%	3.98%	49,551,562	3.7%	3.5%	4.20%	6.88%	N/A	N/A	N/A
Merrill Lynch High Yield Master II Index				-1.44%	-2.73%				4.55%				4.63%	7.81%	N/A	N/A	N/A
TOTAL HIGH YIELD BONDS	99,167,994	6.7%	7.0%	-1.34%	-2.91%	100,517,562	6.8%	7.0%	5.56%	99,152,717	7.3%	7.0%	5.21%	9.57%	7.69%	6.68%	2.79%
Lehman High Yield Bond Index				-1.61%	-2.91%				4.57%				4.85%	7.88%	10.33%	9.30%	4.78%
INTERNATIONAL FIXED INCOME																	
International Sovereign																	
UBS Global (Brinson)	36,106,376	2.4%	2.5%	-3.31%	-1.61%	37,345,499	2.5%	2.5%	10.41%	34,125,615	2.5%	2.5%	3.06%	10.02%	7.86%	14.20%	6.47%
Citigroup Non-US Gov't Bond Index (2)				-3.10%	-1.58%				10.63%				3.29%	10.73%	7.59%	13.65%	6.84%
International Core																	
Brandywine	36,209,903	2.4%	2.5%	-3.20%	-1.91%	37,370,373	2.5%	2.5%	9.22%	35,132,176	2.6%	2.5%	4.74%	10.74%	9.65%	N/A	N/A
Lehman Global Aggregate (ex-US)				-3.01%	-1.63%				10.66%				3.49%	11.07%	5.20%	N/A	N/A
TOTAL INTERNATIONAL FIXED INCOME	72,316,278	4.9%	5.0%	-3.26%	-1.76%	74,715,872	5.1%	5.0%	9.81%	69,257,790	5.1%	5.0%	3.90%	10.38%	8.78%	14.41%	6.59%
Citigroup Non-US Gov't Bond Index (2)				-3.10%	-1.58%				10.63%				3.29%	10.73%	7.59%	13.65%	6.84%
REAL ESTATE																	
JMB	-			N/A	N/A	-			-86.10%	10,053			16.49%	N/A	1.45%	-5.90%	-3.04%
INVESCO	68,352,846			4.64%	0.00%	57,225,804			-0.43%	55,084,827			-5.91%	-1.97%	6.72%	5.80%	7.59%
J.P. Morgan	65,592,760			7.08%	4.99%	57,168,060			2.85%	55,581,986			3.83%	14.36%	11.11%	7.63%	9.54%
TOTAL REAL ESTATE	133,945,606	9.0%	9.0%	5.81%	2.45%	114,393,864	7.8%	9.0%	1.27%	110,676,866	8.2%	9.0%	-0.88%	6.22%	8.87%	6.70%	8.55%
NCREIF TOTAL INDEX				3.51%	1.16%				4.66%				3.42%	12.04%	10.82%	8.40%	9.33%
ALTERNATIVE INVESTMENTS																	
Brinson IVCF III	1,168,044			10.35%	10.35%	1,058,524			0.31%	1,055,213			2.48%	13.44%	16.88%	16.12%	56.18%
Coral Partners V	5,349,553			-6.15%	0.00%	5,759,222			-4.59%	6,008,076			6.37%	-4.75%	-31.07%	-34.06%	-13.63%
Coral Partners V - Supplemental	699,369			3.00%	0.00%	680,169			2.90%	714,519			2.37%	8.50%	30.44%	N/A	N/A
Coral Partners VI	4,423,958			2.42%	0.00%	3,710,653			-2.08%	3,885,668			-0.28%	0.01%	-21.72%	N/A	N/A
Brinson 1998 Partnership Fund	1,457,215			13.33%	13.33%	1,454,304			-0.98%	1,718,793			3.37%	16.00%	9.41%	-7.52%	3.66%
Brinson 1999 Partnership Fund	2,893,157			9.51%	9.51%	2,646,419			2.80%	2,562,361			0.48%	13.11%	14.66%	-9.09%	-1.33%
Brinson 2000 Partnership Fund	5,188,795			8.48%	10.28%	4,925,961			3.30%	4,746,254			3.01%	15.43%	11.19%	-6.65%	N/A
Brinson 2001 Partnership Fund	2,717,510			3.41%	3.41%	2,632,417			1.05%	2,144,359			0.81%	5.34%	6.64%	-2.03%	N/A
Brinson 2002 Partnership Fund	1,722,724			4.15%	4.15%	1,656,879			-4.00%	1,207,228			-4.97%	-4.98%	14.42%	N/A	N/A
Brinson 2003 Partnership Fund	375,261			2.31%	2.31%	262,672			2.02%	161,652			-2.71%	1.55%	-4.63%	N/A	N/A
Brinson 1999 Non-US Partnership Fund	1,238,417			0.00%	0.00%	1,503,318			7.91%	1,480,710			5.73%	14.09%	21.09%	8.14%	4.24%
Brinson 2000 Non-US Partnership Fund	1,712,085			0.00%	0.00%	1,714,983			2.89%	1,805,456			3.24%	6.22%	15.38%	5.71%	N/A
Brinson 2001 Non-US Partnership Fund	1,290,537			0.00%	0.00%	1,292,722			-1.63%	1,102,792			0.86%	-0.79%	16.63%	3.39%	N/A
Brinson 2002 Non-US Partnership Fund	2,504,269			-1.16%	-0.77%	2,116,208			6.60%	1,799,011			0.27%	5.65%	18.67%	N/A	N/A
Brinson 2003 Non-US Partnership Fund	934,498			1.17%	0.00%	569,440			-0.78%	388,769			-0.12%	0.26%	-3.93%	N/A	N/A
Brinson 2004 Non-US Partnership Fund	149,854			0.00%	0.00%	74,423			-1.76%	75,401			0.09%	-1.67%	N/A	N/A	N/A
Brinson BVCF IV	7,886,017			2.69%	0.00%	7,692,424			-0.88%	8,484,884			6.66%	8.56%	21.17%	-9.85%	-10.01%
Matlin Patterson Global Opportunities	9,719,112			96.76%	96.76%	5,739,414			4.11%	8,315,812			-3.26%	98.18%	13.00%	N/A	N/A
Matlin Patterson Global Opportunities II	3,588,405			0.00%	0.00%	4,416,773			-1.12%	-			N/A	N/A	N/A	N/A	N/A
InvestAmerica	1,917,076			0.00%	0.00%	1,920,321			0.00%	1,911,348			17.28%	17.28%	-7.73%	N/A	N/A
Hearthstone MSII	1			0.00%	0.00%	1			536.18%	217,788			106.69%	N/A	28.64%	20.32%	N/A
Hearthstone MSIII	8,742,557			7.20%	4.41%	10,045,942			1.26%	9,874,955			-0.08%	8.46%	N/A	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (3)	65,678,416	4.4%	5.0%	11.76%	11.48%	61,873,188	4.2%	5.0%	2.53%	59,661,050	4.4%	5.0%	2.91%	17.92%	3.39%	-11.65%	4.52%
CASH EQUIVALENTS																	
Northern Trust STIF/STEP	29,545,221	2.0%	2.0%	0.49%	0.10%	28,037,827	1.9%	2.0%	0.45%	25,121,066	1.9%	2.0%	0.44%	1.38%	1.44%	1.86%	3.48%
90 Day T-Bill				0.57%	0.24%				0.48%				0.37%	1.43%	0.98%	1.71%	3.29%
TOTAL FUND	1,484,800,870	100.0%	100.0%	1.02%	-0.95%	1,473,640,924	100.0%	100.0%	8.79%	1,354,437,687	100.0%	100.0%	0.04%	9.94%	19.30%	3.60%	2.91%
POLICY TARGET BENCHMARK				-0.11%	-1.06%				8.70%				0.61%	9.25%	18.20%	3.00%	2.43%

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

(2) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.

(3) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.